

Sugar & Gur Domestic & International Fundamentals:

- Steady to weak sentiments recorded in various key spot markets on Thursday. Weak international sugar market sentiments discourage the Indian exporters and affect the sugar export parity. Also, dull demand in domestic markets kept the prices at lower side.
- Good sugar demand witnessed in Kolhapur and Chennai. Tamil Nadu sugar mills have less sugar stocks at present and traders are not expecting further decline in sugar prices from prevailing quotes.
- Delayed cane harvesting in Brazil proves unfavorable for Exporters as Brazil is losing the sugar export opportunity to China as Thailand is increasing its sugar exports shipments to China. It is notable that Thailand have ample sugar surplus to export as Thai mills produced 10.2 million tons of sugar this year. Thailand is forecast to export around 6 lac tons of raw sugar to China in the first half of the year, according to Thai Sugar Trading Corp.
- Marginal improvement in gur prices for Chaku variety today owing to weak arrivals in the market.
- Around 1412000 bags (40 kg each) has been stored in Muzaffar nagar cold storage till 21st May 2012 which are 49000 bags higher compared to last year same period stock position of gur. Out of total gur stock position, there are around 948,000 of Chaku variety gur stored in Cold storage which are 37000 bags higher compared to previous year same period.

Outlook:

Sugar prices are moving for short term due to sluggish demand. However, with around 2.5 million tons of sugar yet to be export in this marketing year, we expect prices will rebound in the coming days. However, gur fundamentals show bearishness in the prices for medium term.

NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
June-12	1.00	2834.00	2850.00	2830.00	2832.00
July-12	-3.00	2851.00	2869.00	2850.00	2851.00
Aug-12	-2.00	2895.00	2901.00	2881.00	2882.00

Contract	Volume	Change	OI	Change
June-12	4580	-5890	26590	-830
July-12	2920	-940	13790	690
Aug-12	570	-900	3950	120

Spread	June-12	July-12	Aug-12
Basis	118		
June-12		19	50
July-12			31

Stocks	Demat	In-Process	Total	FED
	23-05-12	23-05-12	23-05-12	21-05-12
Kolhapur M	1335	0	1335	1905
Kolhapur S	6028	0	6028	12682
Sangli S	160	0	160	160

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-12	552.5	553.5	548.2	550.7	-4.5
Oct -12	538.6	538.9	533.2	536.7	-4
Dec -12	547.1	547.7	540.9	544.3	-4.9

NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-12	Unch	1125.00	1136.50	1124.00	1124.50
Sept-12	-1.50	1146.00	1158.50	1146.00	1150.00
Nov-12	-	-	-	-	-

Contract	Volume	Change	OI	Change
July-12	3550	-470	11260	360
Sept-12	830	-440	5320	-140
Nov-12	0	-30	220	0

Spread	July-12	Sept-12	Nov-12
Basis	-0.5		
July-12		25.5	-104.5
Sept-12			-130

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Jul-12	19.8	19.84	19.36	19.51	-0.29
Oct-12	20.22	20.22	19.8	19.98	-0.22
Mar-13	21.13	21.13	20.75	20.94	-0.19

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	451.25	
Raw Sugar C&F (\$/MT)	Black Sea	492.25	
Sugar White FOB (\$/MT)	Santos Port	548.00	

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Aug'12/Jul'12	120.5	1.75
Oct'12/Oct'12	96.25	1
Dec'12/Oct'12	103.75	0

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	20.72	-0.1
Brazil Anhydrous	19.37	-0.11
Brazil Hydrous	18.03	-0.11

Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		24-5-2012	23-5-2012	
Sugar	Delhi - Grade M	3130	3140	-10
	Delhi - Grade S	3055	3060	-5
	Delhi - Grade L	3140	3155	-15
	UP- Khatauli Grade M	3096	3120	-24
	UP- Ramala Grade M	3000	3000	Unch
	Mumbai –Grade M	3161	3161	Unch
	Mumbai –Grade S	2986	2996	-10
	Kolhapur – Grade M	2950	2940	+10
	Kolhapur – Grade S	2850	2840	+10
	Vijayawada – Grade M	3320	3320	Unch
	Vijayawada- Grade S	3220	3220	Unch
	Nagpur – Grade S	3050	3050	Unch
	Kolkata – Grade M	3170	3235	-65
	Chennai - Grade S	2900	2900	Unch

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg).

Gur Spot Prices (Rs/Qtl)				
Markets	Variety	24-5-2012	23-5-2012	Change
Muzaffar Nagar	Chaku	2810	2800	+10
	Khurpa	2675	2650	+25
	Laddu	2775	2775	Unch
	Rascut	2625	2635	-10
Maharashtra	Lal Variety	2950	2950	Unch
Bangalore	Achhu	2800	2800	Unch
	Mudde	3000	3000	Unch
Belgaum	Mudde	-	2600	-
Belthangadi	Yellow (Average)	3150	3150	Unch
Bijapur	Achhu	2615	-	-
Gulbarga	Other (Average)	2345	2332	+13
Mahalingapura	Penti (Average)	2780	2740	+40
Mandya	Achhu (Medium)	-	-	-
	Kurikatu (Medium)	-	-	-
	Other (Medium)	-	-	-
	Yellow (Medium)	-	-	-
Shimoga	Achhu (Average)	2700	2650	+50

UP Private Mills Tender Rates				
Centre	Origin/Grade	24-5-2012	23-5-2012	Change
Dorala	M-30	3020	3065	-45
Mawana	M-30	3040	3070	-30
Modinagar	M-30	2990	3025	-35
Malakpur	M-30	2975	3010	-35
Simbholi	M-30	3170	3210	-40
Asamoli	M-30	3140	3190	-50
Dhanora	M-30	3060	3080	-20
Dhampur	M-30	2965	2980	-15
Kinnoni	M-31	3195	3240	-45
Budhana	M-31	3010	3045	-35
Thanabhavan	M-31	3005	3040	-35

UP Government Mills Tender Rates				
Centre	Origin/Grade	24-5-2012	23-5-2012	Change
Morna	M-30	2950	2970	-20
Nanotha	M-30	-	-	-
Nazibabad	M-30	2940	2980	-40
Ramlaxman	M-30	-	3010	-
Sakoti	M-30	2950	2990	-40
Amroha	M-30	2970	3065	-95
Chandpur	M-30	2960	3070	-110

UP Cooperative Mills Tender Rates				
Centre	Origin/Grade	24-5-2012	23-5-2012	Change
Baghpat	M-30	2955	2970	-15
Gajraula	M-30	2940	2980	-40
BulandShahar	M-30	2990	2970	20
Anupshahar	M-30	2940	2980	-40

Maharashtra Cooperative Mills Tender Prices		
Centre	Origin/Grade	23-05-2012
SHRIRAM PHALTAN	M.JK	2885
SANGAMNER	S.PP	2840.00-2845.00
	S1.JB	2903
PRAVARA	S1.PP	2842.00-2843.00
	M.JK	2942
AMBEDKAR	S1.JK	2795.00-2806.00
SHARAD	M.PP	2898
WARANA	S1.PP	2838.00 OPEN
SOMESHWAR	S1.PP	2825
MADHUKAR	S.PP	2872
	M.PP	2972.00 OPEN
SADASHIV	S.JB	2830.00-2832.00
	M.JB	2870.00-2871.00

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